

NASSAU COUNTY, NEW YORK

NOTICE OF SALE

\$88,440,000*

BOND ANTICIPATION NOTES, 2007 SERIES A

Nassau County, New York (the "County") is accepting electronic bids for the Bond Anticipation Notes, 2007 Series A (the "Notes"). Electronic bids via the BiDCOMP/PARITY Competitive Bidding System ("BiDCOMP"), a service of i-Deal LLC, will be received until 11:00 A.M. prevailing Eastern time on Tuesday, January 16, 2007 (unless postponed as described herein).

This Notice of Sale ("Notice") contains certain information for quick reference only, is not a summary of the issue and governs only the terms of the sale of, bidding for and closing procedures which respect to the Notes. Bidders must read the entire Preliminary Official Statement to obtain information essential to the making of an informed decision to bid.

Terms of the Notes

The Notes shall be dated January 23, 2007. Principal on the Notes shall be payable at maturity on February 15, 2008. Interest on the Notes shall be payable on July 15, 2007 and February 15, 2008. Interest on the Notes will be calculated on the basis of a 360-day year consisting of twelve 30-day months. The Notes are to be issued with option of prior redemption.

The Notes will be issued for short-term financing of capital expenditures with the principal and interest refinanced with the proceeds of long-term general obligation bonds, renewal notes and/or repaid with State or Federal funds.

The Notes are to be issued under and in full compliance with the Constitution and laws of the State of New York, including the Local Finance Law, constituting Chapter 33-a of the Consolidated Laws of New York, and ordinances adopted by the County Legislature (or the Board of Supervisors as the predecessor legislative body to the County Legislature) and approved by the County Executive pursuant to the Local Finance Law, the County Charter and the County Administrative Code and other related proceedings and determinations.

The Notes are general obligations of the County, for the payment of which the County has pledged its faith and credit. All of the taxable real property within the County is subject to the levy of ad valorem taxes without limitation as to rate or amount to pay both the principal of and interest on the Notes.

Optional Redemption

The Notes are subject to redemption prior to maturity at any time on or after August 1, 2007 at par plus accrued interest.

Book-Entry System

The Notes will be issued to and registered in the name of Cede & Co., as nominee of The Depository Trust Company, New York, New York ("DTC"), as registered owner of the Notes and each such note shall be immobilized in the custody of DTC. DTC will act as securities depository for the Notes. Individual purchases will be made in book-entry form only, in the principal amount of \$5,000 or any integral multiple thereof. Purchasers will not receive physical delivery of certificates representing their interest in the Notes purchased. The winning bidder, as a condition to delivery of the Notes, will be required to deposit the note certificates with DTC.

Principal of and interest on the Notes will be payable by the County by wire transfer or in clearinghouse funds to DTC or its nominee as registered owner of the Notes. Transfer of principal and interest payments to beneficial owners of the Notes by participants of DTC ("Participants") will be the responsibility of Participants and other nominees of beneficial owners. The County will not be responsible or liable for such transfers of payments or for maintaining, supervising or reviewing the records maintained by DTC, Participants or persons acting through Participants.

Change of Bid Date and Closing Date

The County reserves the right to postpone, from time to time, the date established for the receipt of bids and will announce such changes via Thomson Municipal Market Monitor News Service (www.tm3.com). Prospective bidders may request notification by facsimile transmission of any such changes in the date or time for the receipt of bids by so advising, and furnishing their telecopier numbers to Public Financial Management at 212-809-4212 by 12 NOON, Eastern time, on the day prior to the announced date for receipt of bids.

A postponement of the bid date will be announced on Thomson Municipal Market Monitor News Service not later than 4:00 P.M., Eastern time, on the last business day prior to any announced date for receipt of bids, and an alternative sale date and time will be announced via Thomson Municipal Market Monitor News Service.

On any such alternative date and time for receipt of bids, the County will accept electronic bids for the purchase of the Notes, such bids to conform in all respects to the provisions of this Notice of Sale, except for the changes in the date and time for receipt of bids and any other changes announced via Thomson Municipal Market Monitor News Service.

The County may change the scheduled delivery date for the Notes by notice given in the same manner as that set forth for a change in the date for the receipt of bids. See "Delivery" below.

Adjustment of Principal Amounts

The aggregate principal amount of the Notes is subject to adjustment by the County, both before and after the receipt of bids for their purchase. Changes to be made prior to the sale will be published on Thomson Municipal Market Monitor News Service not later than 9:30 A.M. prevailing Eastern time on the date of sale and will be used to compare bids and select a winning bidder. Changes to be made after the sale and the maturity amount for the Notes will be communicated to the successful bidder by 3:00 P.M. prevailing Eastern time on the date of the sale, and will not reduce or increase the aggregate principal amount of the Notes by more than 10% from the amount bid upon. The dollar amount bid by the successful bidder shall be adjusted to reflect any adjustments in the principal amount of the Notes to be issued. The adjusted bid price will reflect changes in the dollar amount of the underwriter's discount and the original issue premium or discount, but will not change the per thousand underwriter's discount as calculated from the bid and initial offering prices (as herein defined) required to be delivered to the County as stated herein. The coupon rate specified by the successful bidder will not change. The successful bidder may not withdraw its bid as a result of any changes made within these limits.

Basis of Award

The Notes will be awarded to the bidder offering the lowest net interest cost, that being the rate of interest which will produce the least interest cost over the life of the Notes, after accounting for the premium offered, if any. In the event bids offering the same lowest net interest cost are received, an award will be made by lot from among such lowest bids. In any event, the award of the Notes will be made on the basis of the bid offering to purchase the Notes on terms most favorable to the County. The County reserves the right to reject any and all bids, and any bid not complying with this Notice of Sale will be rejected.

Procedures for Electronic Bidding

Bids must be submitted electronically via BiDCOMP/Parity pursuant to this Notice until 11:00 A.M., prevailing Eastern time, but no bid will be received after the time for receiving bids specified above. Prior to that time, a prospective bidder may input and save the proposed terms of its bid in BiDCOMP. Once the final bid has been saved in BiDCOMP, the bidder may select the final bid button in BiDCOMP to submit the bid to Parity. Once the bids are communicated electronically via Parity to the County and the sale time has passed (11:00 a.m. prevailing Eastern time), each bid will constitute an irrevocable offer to purchase the Notes on the terms therein provided. For purposes of the electronic bidding process, the time as maintained on BiDCOMP/Parity shall constitute the official time. For information purposes only, bidders are requested to state in their bids the net interest cost to the County represented by the rate of interest and the bid price specified in their respective bids. No bid will be received after the time for receiving such bids specified above. To the extent any instructions or directions set forth in BiDCOMP/Parity conflict with this Notice, the terms of this Notice shall control.

Disclaimer

Each prospective bidder shall be solely responsible to register to bid via BiDCOMP/Parity (the "Approved Provider"). Each bidder shall be solely responsible to make necessary arrangements for purposes of submitting its bid in a timely manner and in compliance with the requirements of this Notice of Sale. The County has no duty or obligation to undertake such registration to bid for any prospective bidder or to provide or assure such access, and shall not be responsible for a bidder's failure to register to bid or for proper operation of, or have any liability for any delays or interruptions of, or any damages caused by, the Approved Provider. The Approved Provider is the agent of the prospective bidders, and not of the County, to facilitate the electronic bidding for the Notes. The County is not bound by any advice or determination of the Approved Provider to the effect that any particular bid complies with the terms of this Notice of Sale. The County reserves the right to verify any calculation made by or information provided by the Approved Provider. All costs and expenses incurred by prospective bidders in connection with their registration and submission of bids via the Approved Provider are the sole responsibility of the bidders, and the County is not responsible, directly or indirectly, for any of such costs or expenses. If any provisions in this Notice of Sale conflict with information provided by the Approved Provider, this Notice of Sale shall control. Further information about the Approved Provider, including any fee charged and registration requirements, may be obtained from:

BiDCOMP/Parity
1359 Broadway, 2nd Floor
New York, NY 10018
(212) 849-5023

Bid Parameters

Bidders are invited to name the rate of interest that the Notes are to bear. The rate should be quoted in a multiple of 1/8 or 1/20 of one percent. Bidders shall specify (i) the interest rate to be borne by the Notes, (ii) the amount of premium, if any, that they will pay, in addition to the principal amount, to purchase the Notes, and (iii) the total purchase price. The interest rate to be borne by the Notes shall not exceed five percent (5.00%).

All bids must be unconditional for the entire principal amount of the Notes.

Approving Legal Opinion

The approving legal opinion of Orrick, Herrington & Sutcliffe LLP, New York, New York, Bond Counsel, will be furnished to the purchasers without cost. There will also be furnished the usual closing papers and, in addition, a certificate signed by appropriate officers of the County, certifying that there is no litigation pending or, to the knowledge of the signers of such certificate, threatened affecting the validity of the Notes and that on the date of the Official Statement for the Notes, the Official Statement did not contain any untrue statements of a material fact or omit to state a material fact necessary to make the statements therein, in the light of the circumstances under which they were made, not misleading, subject to the condition that while information in the Official Statement obtained from sources other than the County is not guaranteed as to accuracy, completeness or fairness, said officer has no reason to believe and does not believe that such information is materially inaccurate or misleading; and to his or her knowledge, since the date of the Official Statement there have been no material transactions not in the ordinary course of affairs entered into by such County and no material adverse changes in the general affairs of such County or in its financial condition as shown in the Official Statement other than as disclosed in or contemplated by the Official Statement.

Preliminary Official Statement; Continuing Disclosure

The County has deemed the Preliminary Official Statement dated January 9, 2007 to be final as of its date for purposes of Rule 15c2-12 of the Securities and Exchange Commission, except for the omission of certain information permitted to be omitted by said Rule. The County agrees to deliver to the successful bidder for its receipt no later than seven business days after the date of sale of the Notes such quantities of the final official statement as the successful bidder shall request; provided, that the County shall deliver up to 300 copies of such official statement without charge to the successful bidder.

The County has made certain covenants for the benefit of the holders from time to time of the Notes to provide certain continuing disclosure, in order to assist bidders for the Notes in complying with Rule 15c2-12(b)(5) of the Securities and Exchange Commission. Such covenants are described in the Preliminary Official Statement dated January 9, 2007.

Delivery

The Notes will be delivered on or about January 23, 2007 (UNLESS A NOTICE OF A CHANGE IN THE DELIVERY DATE IS ANNOUNCED ON THOMSON MUNICIPAL MARKET MONITOR NEWS SERVICE NOT LATER THAN 4:00 P.M., EASTERN TIME, ON THE LAST BUSINESS DAY PRIOR TO ANY ANNOUNCED DATE FOR RECEIPT OF BIDS) through the facilities of DTC in the City of New York, New York, against payment therefor in federal or other immediately available funds.

Good Faith Deposit:

No good faith deposit is required to be submitted with bids.

Verification:

All bids are subject to verification and approval by the County. The County shall have the right to deem each final bid reported on BiDCOMP/Parity immediately after the deadline for receipt of bids to be accurate and binding on the bidder. Information or calculations provided by BiDCOMP/Parity other than the information required to be provided by the bidder in accordance with this Notice of Sale is for informational purposes only and shall not be binding on any of the bidder and the County.

Miscellaneous

As a condition to the award of the Notes, the successful bidder shall be required to communicate to the County the initial offering price at which a bona fide offering of Notes has been made to the public. Furthermore,

as a condition to the delivery of the Notes, the successful bidder shall be required to certify that a bona fide offering of the Notes has been made to the public (excluding bond houses, brokers and other intermediaries) and such initial offering price by written certificate, such certificate to be in form and substance reasonably satisfactory to the County's bond counsel.

It is expected that CUSIP numbers will be printed on the Notes. However, the validity, sale, delivery or acceptance of the Notes will not be affected in any manner by any failure to print, or any error in printing, the CUSIP numbers on said Notes, or any of them. All expenses in relation to the printing of CUSIP numbers on the Notes shall be paid for by the County, provided, however, that the CUSIP Service Bureau charge for the assignment of said numbers shall be the responsibility of and shall be paid for the by successful bidder.

The County reserves the right to reject any or all bids, or to waive any irregularity or informality in any bid.

The Preliminary Official Statement relating to the Notes may be downloaded from the County's website at <http://www.nassaucountyny.gov/treasurer>. Questions may be directed to the undersigned at Nassau County, New York, Office of the County Treasurer, County Office Building, 240 Old Country Road, Mineola, New York 11501 (tel. 516-571-2090), or to Nancy Winkler or Edward Lin at Public Financial Management (tel. 212-809-4212).

NASSAU COUNTY, NEW YORK

Dated: January 11, 2007

By: Steven D. Conkling
County Treasurer